

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, NOVEMBER 15, 2005**, upon the application of **ELLORA ENERGY, INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Fredericksburg Lime, Reservoir A**, in the Converse Field, Sabine Parish, Louisiana.

1. To establish rules and regulations governing the exploration for and production of gas and condensate and to create a single drilling and production unit and to force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed unit, with each tract sharing in unit production on a surface acreage basis of participation.
2. To designate a unit operator and a unit well for the proposed unit.
3. To provide that the gas allowable provisions of Statewide Order No. 29-F, LAC 43:XIX.2101, et seq., should not apply to horizontal wells drilled to the Fredericksburg Lime, Reservoir A, but that such wells should be given an allowable based on the maximum efficient rate (MER) of the well, being the maximum sustainable daily withdrawal rate from the reservoir which will permit economical development and reservoir depletion without causing waste.
4. To provide for special field spacing rules for any future horizontal well drilled to the Fredericksburg Lime, Reservoir A, which would provide (a) that the penetration point and terminus of any lateral of any such horizontal well shall not be located closer than 330 feet to any unit boundary; (b) that the distance from any point along the productive portion of any lateral and those unit boundaries which run generally parallel to the direction in which the laterals are drilled shall not be less than 500 feet; and (c) that there be no well spacing limitations between wells other than that accomplished by application of the aforesaid provisions.
5. To provide that the Commissioner of Conservation should be authorized to reclassify the Fredericksburg Lime, Reservoir A, by supplemental order, without the necessity of a public hearing, if the producing characteristics of the reservoir change and evidence to justify such reclassification is submitted to and accepted by the Commissioner of Conservation.
6. To consider such other matters as may be pertinent.

The Fredericksburg Lime, Reservoir A, is hereby defined as that gas and condensate bearing formation encountered between 2,952' and 3,110' (electrical log measurements) in the Mynor Drilling Co. - Oakley No. 1 Well, located in Section 11, Township 9 North, Range 14 West, Sabine Parish, Louisiana.

A Plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport**, Louisiana.

www.dnr.state.la.us/CONS/CONSEREN/hearings/pubhearings.htm.

All parties having interest therein shall take notice thereof.

BY ORDER OF:

**JAMES H. WELSH
COMMISSIONER OF CONSERVATION**

CONVERSE FIELD
05-1209

Baton Rouge, La
9/29/05;10/4/05
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dnp

**IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH
DISABILITIES ACT, PLEASE ADVISE THE OFFICE OF CONSERVATION-
ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275
IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.**